City of Tempe P. O. Box 5002 20 E. 6th St, Third Floor Tempe, AZ 85280 480-350-2955 http://www.tempe.gov/salestax



Finance and Technology Department Tax and License Division

## The following letter was sent to all registered lessors of commercial rental property:

As the lessor of commercial real estate in the City of Tempe, you may be eligible for an expanded transaction privilege tax exemption for commercial leases between affiliated entities.

Effective July 01, 2013, the previous exemption available under Model City Tax Code Sec. 445(s) for leases between affiliated corporations has been expanded to include all types of entities provided:

- The lessor owns 80% of the lessee;
- The lessee owns 80% of the lessor; or
- A third party owns 80% of both the lessor and lessee

If you believe your business qualifies for this exemption, please complete the attached questionnaire and return it along with the supporting documentation in the enclosed self-addressed envelope.

For best results, this form should be returned by June 30, 2013. If you have any questions, please contact me at 480-350-8656 or william\_chesterfield@tempe.gov.

Sincerely,

Bill Chesterfield Rental Specialist

enclosures

## Claim of Exemption for Affiliated Party Leases Under MCTC Sec. 445(s)

Taxpayer Name:  License Number:	
Lessor Name	Lessee Name
Address:	Address:
Type of Entity	
Basis for exemption:	
Lessor owns 80% or more	e of lessee (attach documentation)
Lessee owns 80% or more	e of lessor (attach documentation)
A third party owns 80% of	or more of both lessor and lessee:
Name of third party:	
Address:	
Ownership interest in less	sor (attach documentation):
Ownership interest in less	see (attach documentation):
	e that the above information (including supporting nowledge and belief is true, correct and complete.
Corporate Officer/Owner Signature	Date
Print Name	Phone Number & e-mail address